JOSH HARDER

10TH DISTRICT, CALIFORNIA

COMMITTEE ON APPROPRIATIONS
LABOR, HEALTH AND HUMAN SERVICES,
EDUCATION, AND RELATED AGENCIES

INTERIOR, ENVIRONMENT, AND RELATED AGENCIES

COMMITTEE ON AGRICULTURE

BIOTECHNOLOGY, HORTICULTURE, AND RESEARCH LIVESTOCK AND FOREIGN AGRICULTURE

President of the Senate

Sacramento, CA 95814

1021 O Street, Suite 8730

Congress of the United States

House of Representatives Washington, DC 20515

March 17, 2022

209 CANNON HOUSE OFFICE BUILDING WASHINGTON, DC 20515 (202) 225-4540-PHONE (202) 225-3402-FAX 4701 SISK ROAD, SUITE 202

4701 SISK ROAD, SUITE 202 MODESTO, CA 95356 (209) 579-5458-PHONE (209) 702-6569-FAX harder.house.gov

The Honorable Anthony Rendon Speaker of the Assembly State Capitol Room 219 Sacramento, CA 95814

The Honorable Kevin Mullin Speaker pro Tempore State Capitol P.O. Box 942849 Sacramento, CA 94249

The Honorable Toni Atkins President pro Tempore 1021 O Street, Suite 8518 Sacramento, CA 95814

RE: Lowering California's Gas Prices

Lieutenant Governor Eleni Kounalakis

Dear President of the Senate Kounalakis, President pro Tempore Atkins, Speaker Rendon, and Speaker pro Tempore Mullin:

Due to the recent increase in California's already high gas prices, I write today urging you to take immediate action to provide financial relief to millions of Californians by reducing the price of gas.

We are in a time of crisis where families across California, including in my home community of the Central Valley, are having to choose between commuting to work and buying groceries. Yet, the State of California has a historically high estimated <u>budget surplus</u> of \$31 billion for this upcoming fiscal year. <u>I urge the state legislature to use this surplus to lower gas prices</u>, <u>including but not limited to enacting the Gas Tax Rebate</u>, <u>putting money back into the</u> pockets of hard working Californians.

Let me be clear, while I support the Gas Tax Rebate, it is just a promising start to ending unsustainable gas prices. It is critical that we enact this rebate in a manner that gets money directly in the hands of Californians as soon as possible. When implementing this rebate, I urge you to prioritize communities, such as the Central Valley, who are hit hardest by the increasing gas prices with the lowest wages across the state.

In light of gas prices skyrocketing, it is especially concerning that the legislature rejected a proposal that would immediately lower gas prices. California has the highest gas prices in the nation. With the rising costs of inflation, middle class California families are in dire need of relief. It's time to come together to create an all the above approach to send relief to Californians immediately.

The annual gas tax is set to increase this July from 51.1 to 53.9 cents per gallon. The reason for this increase is, in part, to help fund environmental and infrastructure priorities. I am an ardent

supporter of both these efforts. However, with the influx of federal funding from the Infrastructure Investment and Jobs Act (PL 117 - 58), California stands to gain tens of billions of dollars for both these priorities. We must recognize that we are in a time of crisis. The need to pause this tax increase and provide immediate relief to Californians is now.

I urge you to work with Governor Newsom to pass a comprehensive plan to lower gas prices by enacting the Gas Tax Rebate among other legislative proposals to make living in California affordable. Thank you for your attention to this critical matter.

Sincerely,

Josh Harder

Member of Congress